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Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

October 25, 2013

Certified Return Receipt
7010 2780 0002 7254 1286

Jacob Skabelund
American Trilobite Suppliers Inc.
10496 Raining Sky Street
Las Vegas, Nevada 89178

Subject: Division Directive to Reclaim or to Provide Evidence of a New Lease, American Trilobite Suppliers Inc., Red Wheeler Mine, S/027/0112, Millard County, Utah

Response or reclamation required by December 4, 2013.

Dear Mr. Skabelund:

The Division of Oil, Gas and Mining was notified by the School and Institutional Trust Lands Administration (SITLA) that state leases ML 48944, ML 51687, and ML 51739—each associated with the Red Wheeler Mine—have been cancelled. Since you are no longer authorized to mine at this site, you are hereby directed to EITHER:

- 1) Regrade existing mining-related disturbances by December 4, 2013. It is recommended that the site be reseeded immediately on freshly-roughened soil with the enclosed seed mix. Once complete, submit a request for partial release of the reclamation surety by signing and submitting the attached form MR-SITE. Please contact Peter Brinton at 801-538-5258 as soon as reclamation is complete.

OR

- 2) Provide evidence of one or more new leases to the Division by December 4, 2013. A letter from SITLA confirming the issuance of a new lease would suffice.

Failure to proceed with reclamation or leasing may result in enforcement action and associated fines. The Division will inspect these areas to evaluate both reclamation earthwork and existing revegetation on past regrading to determine how much reclamation surety will need to be retained.

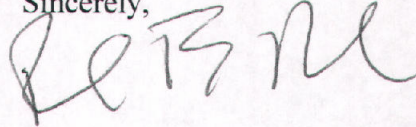


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A similar letter was sent to you in September, but was returned to the Division. You spoke with Peter Brinton on October 1, 2013, who informed you of the need to reclaim. You indicated that you had been out of town, and that the mailing address was correct, and to re-send the letter.

If you have questions or concerns about this letter, please contact Peter Brinton at 801-538-5258, or me at 801-538-5261. Thank you for your cooperation.

Sincerely,

A handwritten signature in dark ink, appearing to read "P. B. Baker", written over a light blue horizontal line.

Paul B. Baker
Minerals Program Manager

PBB: pnb: eb
Enclosed: Form MR-SITE
Seed mix
cc: Jerry Mansfield, SITLA (jmansfield@utah.gov)
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